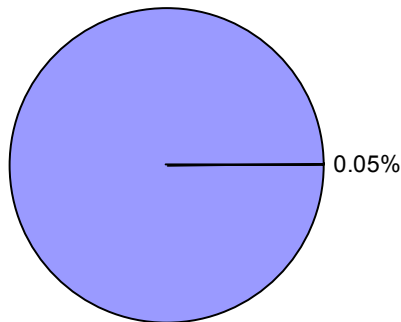


# FY2006 Budget Briefing

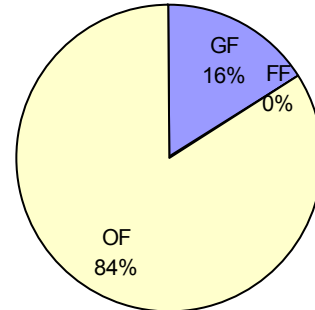
# State Treasurer

## Excluding the Investment Council

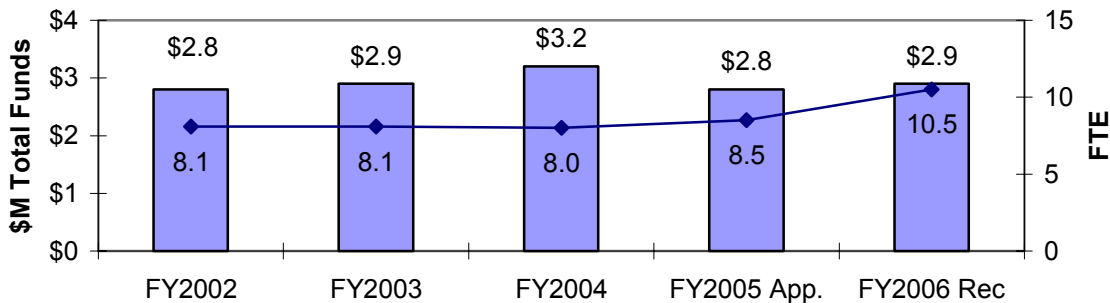
Agency's Share of Total  
Budgeted State General Fund FY2006



Agency's Funding Source Split FY2006



Budget History



### Key Responsibilities

The State Treasurer is responsible for the management of the state's treasury. Duties include accounting, support of other state agencies, banking, bond management, data processing, supervision and regulation of public funds insurance, coordination with the State Auditor for payment of warrants, and unclaimed property management. The State Treasurer also is a member of the State Investment Council, monitoring the investment of public funds.

### Key Personnel

- State Treasurer, Vern Larson
- Deputy State Treasurer, Mike Mehlhaff
- Cash Manager, Sandra Tillman
- Finance Officer, Claudine Marlow

### **Department Total (excluding the Investment Council)**

The State Treasurer requests \$2,920,862 (\$472,972 from the State General Fund) and 10.5 FTE. This is an increase of \$86,024 (3.0%) from FY 2005. The Governor concurs with the request.

Item	Actual FY2004	Approved FY2005	Agency Req. FY2006	Gov. Rec. FY2006	Change from FY2005	% Change from FY2005
Personal Services	449,781	423,805	492,814	492,814	69,009	16.3%
Travel	22,553	14,095	27,990	27,990	13,895	98.6%
Contractual Services	293,231	369,632	369,632	369,632	-	0.0%
Supplies and Materials	11,431	18,646	18,646	18,646	-	0.0%
Capital Outlay	96,536	8,660	11,780	11,780	3,120	36.0%
Other	2,322,262	2,000,000	2,000,000	2,000,000	-	0.0%
<b>TOTAL</b>	<b>3,195,794</b>	<b>2,834,838</b>	<b>2,920,862</b>	<b>2,920,862</b>	<b>86,024</b>	<b>3.0%</b>
<b>Funding Sources:</b>						
General Funds	459,890	470,603	472,972	472,972	2,369	0.5%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	2,735,904	2,364,235	2,447,890	2,447,890	83,655	3.5%
<b>TOTAL</b>	<b>3,195,794</b>	<b>2,834,838</b>	<b>2,920,862</b>	<b>2,920,862</b>	<b>86,024</b>	<b>3.0%</b>
FTE	8.0	8.5	10.5	10.5	2.0	23.5%

### **Major Expansion and Reductions**

Budget Item	State General Fund	All Funds	FTE	State General Fund	All Funds	FTE
Unclaimed Property Auditors	-	87,255	2.0	-	87,255	2.0

The State Treasurer requests \$87,255 from other funds and 2.0 FTE for the salaries and benefits of 2.0 Auditor positions (\$68,940) and related operational expenses (\$18,315). The auditor positions will be performing in-state auditing duties of entities that may possess unclaimed property. The Governor concurs with this request.

## **Division of Treasury Management**

The mission of the Division of Treasury Management is to have charge of and safely keep all public monies paid into the state treasury, and properly pay out the same as directed by law; to accurately account for the receipts and disbursements of all monies due the State Treasurer and remitted to the treasury by state officers and employees; to receipt federal payments for rent, or in lieu of taxes, and remit the same to county treasurers as directed by law; to allocate available monies entitled to various entities and agencies of state government and to political subdivisions for purposes specified by statute; and to perform all other duties legally required of the State Treasurer.

The State Treasurer requests \$472,972 from the State General Fund and 5.5 FTE. This is an increase of \$2,369 (0.5%) from FY 2005. The Governor concurs with the request.

<b>Item</b>	<b>Actual FY2004</b>	<b>Approved FY2005</b>	<b>Agency Req. FY2006</b>	<b>Gov. Rec. FY2006</b>	<b>Change from FY2005</b>	<b>% Change from FY2005</b>
Personal Services	265,613	275,455	275,524	275,524	69	0.0%
Travel	8,099	6,032	8,332	8,332	2,300	38.1%
Contractual Services	142,459	176,810	176,810	176,810	-	0.0%
Supplies and Materials	4,832	8,646	8,646	8,646	-	0.0%
Capital Outlay	38,887	3,660	3,660	3,660	-	0.0%
<b>TOTAL</b>	<b>459,890</b>	<b>470,603</b>	<b>472,972</b>	<b>472,972</b>	<b>2,369</b>	<b>0.5%</b>
<b>Funding Sources:</b>						
General Funds	459,890	470,603	472,972	472,972	2,369	0.5%
FTE	4.8	5.5	5.5	5.5	0.0	0.0%

## **Revenues**

None.

## **Selected Performance Indicators**

	<b>ACTUAL FY 2003</b>	<b>ACTUAL FY 2004</b>	<b>ESTIMATED FY 2005</b>	<b>ESTIMATED FY 2006</b>
Warrants Paid from Treasurer's Account	\$1,544,726,300	\$1,470,266,859	\$1,500,000,000	\$1,600,000,000
Warrants Cleared	927,306	884,363	834,000	800,000
Cash Receipts	\$3,091,867,911	\$3,300,786,546	\$3,500,000,000	\$3,800,000,000
Cash Receipt Vouchers Processed	21,399	22,455	23,000	24,000
Checks Received from State Agencies	989,756	967,089	945,000	925,000
Wire Transfers - In and Out	1,733	1,583	1,500	1,500
Returned Items	1,182	999	1,000	1,000
ACH Out	\$1,556,605,433	\$1,757,665,583	\$1,850,000,000	\$1,950,000,000
ACH Volume	5,846	6,734	7,000	7,500
Certificates of Deposit	\$34,284,000	\$34,427,000	\$34,500,000	\$35,000,000
Banks/S&L/Credit Unions in CD Program	75/2/9	76/2/9	76/2/9	76/2/9
Public Deposits: All Current Collateral	\$1,252,426,700	\$1,249,729,142	\$1,300,000,000	\$1,400,000,000
Pledged Securities: On File	4,282	4,781	5,200	5,700
REDI Fund Portfolio (Principal Loan Balance)	\$25,522,016	\$30,412,493	\$35,000,000	\$40,000,000
Veterinary Student Grants - Since 1995	\$2,397,085	\$2,724,649	\$3,100,000	\$3,500,000

## **Division of Unclaimed Property—Informational**

The mission of the Division of Unclaimed Property is to carry out the duties and responsibilities of the South Dakota Uniform Unclaimed Property Act; to have charge of and custodial responsibility for all property and monies received under this chapter; to maintain unclaimed property monies in a separate trust fund, and to pay rightful owners as directed by law; to keep an accurate record of the unclaimed property accounts and disbursements of the funds; and to reimburse various entities, holders, and service providers as directed by statute.

The State Treasurer requests \$2,447,890 from other funds and 5.0 FTE. This is an increase of \$83,655 (3.5%) from FY 2005. The Governor concurs with this request.

Item	Actual FY2004	Approved FY2005	Agency Req. FY2006	Gov. Rec. FY2006	Change from FY2005	% Change from FY2005
Personal Services	184,168	148,350	217,290	217,290	68,940	46.5%
Travel	14,453	8,063	19,658	19,658	11,595	143.8%
Contractual Services	150,772	192,822	192,822	192,822	-	0.0%
Supplies and Materials	6,599	10,000	10,000	10,000	-	0.0%
Capital Outlay	57,649	5,000	8,120	8,120	3,120	62.4%
Other	2,322,263	2,000,000	2,000,000	2,000,000	-	0.0%
<b>TOTAL</b>	<b>2,735,904</b>	<b>2,364,235</b>	<b>2,447,890</b>	<b>2,447,890</b>	<b>83,655</b>	<b>3.5%</b>
<b>Funding Sources:</b>						
Other Funds	2,735,904	2,364,235	2,447,890	2,447,890	83,655	3.5%
FTE	3.2	3.0	5.0	5.0	2.0	66.7%

## **Revenues**

### **Other Fund Revenue Sources**

	<u>Actual FY2003</u>	<u>Actual FY2004</u>	<u>FY2005 Estm.</u>	<u>FY2006 Estm.</u>	<u>% Change From FY2003</u>
Cash Receipts	\$ 3,082,177	\$ 4,544,797	\$ 3,200,000	\$ 3,200,000	3.8%

The State Treasurer requests \$87,255 from other funds and 2.0 FTE for the salaries and benefits of 2.0 Auditor positions (\$68,940) and related operational expenses (\$18,315). The auditor positions will be performing in-state auditing duties of entities that may possess unclaimed property. The Governor concurs with this request.

## **Selected Performance Indicators**

	Actual FY2003	Actual FY2004	Estimated FY2005	Estimated FY2006
Amount of Claims Paid	\$1,946,387	\$2,321,721	\$2,000,000	\$2,100,000
Value of Stocks Returned to Owners	\$35,840	\$38,218	\$42,000	\$44,000
Claims Paid	4,376	13,410	4,700	4,400
Records in Unclaimed Property Database	76,345	101,763	110,000	119,000
Stock Portfolio Valuation	\$327,998	\$421,343	\$430,000	\$439,000
Outreach Presentations	8	8	8	8

## **Other Departmental Issues**

### **A. Interim Appropriation Actions**

	<b>Approved FY2005 Budget</b>	<b>Interim Action</b>	<b>Revised FY 2005 Budget</b>
Funding Sources:			
General Funds	\$ 470,603	\$ -	\$ 470,603
Federal Funds	\$ -	\$ -	\$ -
Other Funds	\$ 2,364,235	\$ -	\$ 2,364,235
Total	<u>\$ 2,834,838</u>	<u>\$ -</u>	<u>\$ 2,834,838</u>
F.T.E.	8.5	-	8.5

There have been no interim adjustments.